

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 2023

FOR

COMPOUND LIMITED

Astral Accountancy Services Limited
Astral House
Granville Way
Bicester
Oxfordshire
OX26 4JT

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FOR THE YEAR ENDED 31 JANUARY 2023**

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COMPOUND LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31 JANUARY 2023

DIRECTOR: R J Eades

SECRETARY: C V Eades

REGISTERED OFFICE: Tower Hill Business Park
Poundon
Bicester
Oxfordshire
OX27 9BD

REGISTERED NUMBER: 02680925 (England and Wales)

ACCOUNTANTS: Astral Accountancy Services Limited
Astral House
Granville Way
Bicester
Oxfordshire
OX26 4JT

COMPOUND LIMITED (REGISTERED NUMBER: 02680925)

**BALANCE SHEET
31 JANUARY 2023**

	Notes	2023 £	£	2022 £	£
FIXED ASSETS					
Tangible assets	4		752,530		772,384
Investments	5		<u>3</u>		<u>3</u>
			752,533		772,387
CURRENT ASSETS					
Debtors	6	243,366		281,833	
Investments	7	399,942		399,171	
Cash at bank and in hand		<u>668,666</u>		<u>682,752</u>	
		1,311,974		1,363,756	
CREDITORS					
Amounts falling due within one year	8	<u>256,541</u>		<u>249,687</u>	
NET CURRENT ASSETS			<u>1,055,433</u>		<u>1,114,069</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			1,807,966		1,886,456
PROVISIONS FOR LIABILITIES	9		<u>11,871</u>		<u>15,274</u>
NET ASSETS			<u>1,796,095</u>		<u>1,871,182</u>
CAPITAL AND RESERVES					
Called up share capital			30,000		30,000
Retained earnings			<u>1,766,095</u>		<u>1,841,182</u>
SHAREHOLDERS' FUNDS			<u>1,796,095</u>		<u>1,871,182</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 January 2023.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 January 2023 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The notes form part of these financial statements

COMPOUND LIMITED (REGISTERED NUMBER: 02680925)

BALANCE SHEET - continued
31 JANUARY 2023

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the director and authorised for issue on 9 August 2023 and were signed by:

R J Eades - Director

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2023**

1. STATUTORY INFORMATION

Compound Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Significant judgements and estimates

The preparation of financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in the accounting policies below.

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Revenue for the provision of services is recognised when it is probable that an economic benefit will flow to the entity and the Revenue costs can be reliably measured. For continuing services, revenue is recognised when the stage of completion can be reliably measured.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery	- 25% on reducing balance
Fixtures and fittings	- 25% on reducing balance
Motor vehicles	- 25% on reducing balance

No depreciation is provided in respect of freehold property. This conflicts with the requirements of the Companies Act 2006 that all properties should be depreciated. The director considers that, as this property is being fully maintained and its value is not diminishing, to depreciate it would not give a true and fair view.

Investments in subsidiaries

Investments in subsidiary undertakings are recognised at cost.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JANUARY 2023

2. ACCOUNTING POLICIES - continued**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 3 (2022 - 3) .

4. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST					
At 1 February 2022	681,202	1,537,596	17,990	61,748	2,298,536
Additions	-	-	3,769	-	3,769
At 31 January 2023	681,202	1,537,596	21,759	61,748	2,302,305
DEPRECIATION					
At 1 February 2022	-	1,452,250	17,146	56,756	1,526,152
Charge for year	-	21,337	1,038	1,248	23,623
At 31 January 2023	-	1,473,587	18,184	58,004	1,549,775
NET BOOK VALUE					
At 31 January 2023	681,202	64,009	3,575	3,744	752,530
At 31 January 2022	681,202	85,346	844	4,992	772,384

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JANUARY 2023

5. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
COST	
At 1 February 2022 and 31 January 2023	<u>3</u>
NET BOOK VALUE	
At 31 January 2023	<u>3</u>
At 31 January 2022	<u>3</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Trade debtors	15,807	14,358
Amounts owed by group undertakings	224,526	264,442
Other debtors	<u>3,033</u>	<u>3,033</u>
	<u>243,366</u>	<u>281,833</u>

7. CURRENT ASSET INVESTMENTS

	2023	2022
	£	£
Listed investments	<u>399,942</u>	<u>399,171</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Trade creditors	7,826	7,826
Tax	10,272	3,972
VAT	13,410	12,904
Other creditors	133,824	133,776
Directors' current accounts	<u>91,209</u>	<u>91,209</u>
	<u>256,541</u>	<u>249,687</u>

9. PROVISIONS FOR LIABILITIES

	2023	2022
	£	£
Deferred tax	<u>11,871</u>	<u>15,274</u>
		Deferred tax
		£
Balance at 1 February 2022		15,274
Provided during year		<u>(3,403)</u>
Balance at 31 January 2023		<u>11,871</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JANUARY 2023

10. RELATED PARTY DISCLOSURES

During the year the company traded with its subsidiary company Ratec Research Limited. The following transactions arose

	2023	2022
£	£	
Hire of plant & machinery	35,000	33,000
Rent payable	70,250	30,250
Management charge	54,000	54,000
Light & heat recharged	28,668	39,794

As at 31 January 2023, £224,526 was owed by Ratec Research Limited (2022: £264,442).

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.